

STATE RISK MANAGEMENT WORKERS COMPENSATION FUND
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2006

	May-06				April-06				March-06				December-05				September-05				Current	Prior Year	3 Years	5 Years
	Allocation		Month	Net ROR	Allocation		Month	Net ROR	Allocation		Quarter	Net ROR	Allocation		Quarter	Net ROR	Allocation		Quarter	Net ROR	Net	Net	6/30/2005	6/30/2005
	Market Value	Actual			Market Value	Actual			Market Value	Actual			Market Value	Actual			Market Value	Actual						
LARGE CAP DOMESTIC EQUITY																								
<i>Structured Growth</i>																								
Los Angeles Capital	146,324	3.9%	4.2%	-3.18%	160,896	4.2%	4.2%	0.31%	158,894	4.2%	4.2%	4.95%	127,966	3.4%	4.2%	3.06%	126,685	4.3%	4.2%	5.46%	10.77%	7.56%	N/A	N/A
Total Structured Growth	146,324	3.9%	4.2%	-3.18%	160,896	4.2%	4.2%	0.31%	158,894	4.2%	4.2%	4.95%	127,966	3.4%	4.2%	3.06%	126,685	4.3%	4.2%	5.46%	10.77%	7.56%	N/A	N/A
<i>Russell 1000 Growth</i>				-3.39%				-0.14%				3.09%				2.98%				4.01%	6.54%	1.68%	N/A	N/A
<i>Structured Value</i>																								
LSV	154,997	4.1%	4.2%	-2.65%	161,170	4.2%	4.2%	2.86%	164,520	4.3%	4.2%	6.53%	123,957	3.3%	4.2%	1.52%	127,560	4.3%	4.2%	5.06%	13.77%	18.35%	N/A	N/A
<i>Russell 1000 Value</i>				-2.53%				2.54%				5.93%				1.27%				3.88%	11.39%	14.06%	N/A	N/A
<i>Russell 1000 Enhanced Index</i>																								
LA Capital	285,157	7.6%	8.3%	-3.31%	298,744	7.8%	8.3%	0.41%	294,863	7.7%	8.3%	4.96%	254,202	6.8%	8.3%	2.29%	253,021	8.6%	8.3%	6.45%	10.97%	7.93%	N/A	N/A
<i>Russell 1000</i>				-2.95%				1.20%				4.49%				2.12%				3.95%	8.94%	7.92%	N/A	N/A
<i>S&P 500 Enhanced Index</i>																								
Westridge	336,781	9.0%	8.3%	-2.86%	351,225	9.2%	8.3%	1.36%	343,455	9.0%	8.3%	4.25%	264,419	7.1%	8.3%	2.10%	244,980	8.3%	8.3%	3.64%	8.61%	6.58%	N/A	N/A
<i>S&P 500</i>				-2.88%				1.34%				4.21%				2.09%				3.60%	8.48%	6.32%	N/A	N/A
<i>Index</i>																								
State Street	103,232			-2.89%	107,676			1.34%	105,327			4.19%	81,140			2.07%	81,159			3.58%	8.41%	6.27%	N/A	N/A
Total Index	103,232	2.7%	2.8%	-2.89%	107,676	2.8%	2.8%	1.34%	105,327	2.8%	2.8%	4.19%	81,140	2.2%	2.8%	2.07%	81,159	2.8%	2.8%	3.58%	8.41%	6.27%	N/A	N/A
<i>S&P 500</i>				-2.88%				1.34%				4.21%				2.09%				3.60%	8.48%	6.32%	N/A	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	1,026,491	27.3%	27.8%	-3.01%	1,079,711	28.3%	27.8%	1.17%	1,067,058	28.0%	27.8%	4.88%	851,683	22.8%	27.8%	2.20%	833,406	28.2%	27.8%	4.97%	10.40%	8.89%	N/A	N/A
<i>S&P 500</i>				-2.88%				1.34%				4.21%				2.09%				3.60%	8.48%	6.32%	N/A	N/A
SMALL CAP DOMESTIC EQUITY																								
<i>Manager-of-Managers</i>																								
SEI	332,363	8.8%	9.3%	-5.62%	367,138	9.6%	9.3%	0.28%	366,026	9.6%	9.3%	13.21%	279,552	7.5%	9.3%	0.95%	276,546	9.4%	9.3%	5.46%	14.08%	9.32%	N/A	N/A
<i>Russell 2000 + 200bp</i>				-5.45%				0.15%				14.49%				1.64%				5.21%	15.93%	11.64%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	332,363	8.8%	9.3%	-5.62%	367,138	9.6%	9.3%	0.28%	366,026	9.6%	9.3%	13.21%	279,552	7.5%	9.3%	0.95%	276,546	9.4%	9.3%	5.46%	14.08%	9.32%	N/A	N/A
<i>Russell 2000</i>				-5.62%				-0.02%				13.94%				1.13%				4.69%	13.84%	9.45%	N/A	N/A
DOMESTIC FIXED INCOME																								
<i>Core Bond</i>																								
Western Asset	787,280	20.9%	20.0%	-0.32%	780,336	20.4%	20.0%	-0.24%	782,119	20.5%	20.0%	-0.44%	655,923	17.6%	20.0%	0.28%	601,395	20.4%	20.0%	-0.41%	-1.12%	7.14%	N/A	N/A
<i>Lehman Aggregate</i>				-0.11%				-0.18%				-0.65%				0.59%				-0.67%	-1.02%	6.80%	N/A	N/A
<i>Index</i>																								
Bank of ND	710,200	18.9%	20.0%	0.06%	697,907	18.3%	20.0%	-0.32%	700,089	18.4%	20.0%	-0.95%	590,143	15.8%	20.0%	0.56%	556,047	18.8%	20.0%	-0.72%	-1.38%	4.59%	N/A	N/A
<i>Lehman Govt/Credit (1)</i>				-0.06%				-0.31%				-1.01%				0.60%				-0.96%	-1.74%	4.80%	5.82%	7.35%
<i>BBB Average Quality</i>																								
Wells Capital (formerly Strong)	786,966	20.9%	20.0%	-0.35%	776,703	20.4%	20.0%	-0.39%	779,500	20.5%	20.0%	-1.02%	654,558	17.5%	20.0%	0.58%	594,567	20.2%	20.0%	-1.05%	-2.21%	9.14%	N/A	N/A
<i>Lehman US Credit BAA</i>				-0.41%				-0.36%				-1.20%				0.39%				-0.97%	-2.53%	8.60%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	2,284,446	60.8%	60.0%	-0.21%	2,254,945	59.1%	60.0%	-0.31%	2,261,707	59.4%	60.0%	-0.79%	1,900,625	50.9%	60.0%	0.46%	1,752,009	59.4%	60.0%	-0.73%	-1.58%	6.14%	N/A	N/A
<i>Lehman Aggregate (2)</i>				-0.11%				-0.18%				-0.65%				0.59%				-0.67%	-1.02%	7.26%	N/A	N/A
CASH EQUIVALENTS																								
Bank of ND	114,695	3.1%	3.0%	0.46%	114,845	3.0%	3.0%	0.37%	114,333	3.0%	3.0%	1.17%	700,490	18.8%	3.0%	1.07%	88,464	3.0%	3.0%	0.93%	4.06%	2.46%	N/A	N/A
<i>90 Day T-Bill</i>				0.43%				0.34%				1.03%				0.92%				0.83%	3.60%	2.15%	N/A	N/A
TOTAL RISK MANAGEMENT FUND	3,757,995	100.0%	100.0%	-1.50%	3,816,639	100.0%	100.0%	0.18%	3,809,125	100.0%	100.0%	1.79%	3,732,350	100.0%	100.0%	0.95%	2,950,425	100.0%	100.0%	1.49%	2.90%	5.88%	N/A	N/A
<i>POLICY TARGET BENCHMARK</i>				-1.37%				0.27%				2.06%				1.09%				1.08%	3.13%	6.01%	N/A	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.
(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.
(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.